

**Reconciliation of the Statement of Revenues, Expenditures,  
and Changes in Fund Balance of Governmental Funds  
To the Statement of Activities  
Governmental Funds**

*For the Year Ended December 31, 2008*

Net changes in fund balances - total governmental funds	\$ (2,544,580)
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Amounts reported for governmental activities in the statement of  
activities are different because:

Governmental funds report capital outlays as expenditures.

However, in the statement of activities, the cost of those assets  
are depreciated over their estimated useful lives.

6,502,354

The net effect of various miscellaneous transactions involving capital  
assets (i.e., sales, trade-ins, and donations) is to increase net assets.

37,912

Repayment of bond principal and accrued interest is an expenditure in  
funds, but the repayment reduces long-term liabilities in the  
governmental statement of net assets. Loan/Bond Proceeds provide  
current financial resources to governmental funds, but the repayment  
reduces long-term liabilities in the statement of net assets.

975,295

Some revenues or expenditures reported in the statement of activities  
are not yet available or expensed and therefore are not reported  
as revenue or expenses in governmental funds.

(1,579,102)

Internal service funds or activities are used by management to charge  
the cost of certain activities to individual funds.

2,117,752

Rounding Adjustment

(1)

Change in net assets of governmental activities.

\$ 5,509,630

See Accompanying Notes to Financial Statements